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August 5, 2005 VIA HAND DELIVERY **TELEPHONE**

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AUG 0 8 2005

PSC SC DOCKETING DEPT.

Docket No: Re:

2005-110-W/S-Order No. 2005-210 Petition of the Office of Regulatory

Staff to Request Forfeiture of the Piney Grove Utilities, Inc. Bond and to Request Authority to Petition the Circuit Court for Appointment of a

Receiver

1529.001\Piney Grove - ORS CT&R No:

Dear Mr. Terreni:

MICHAEL W. TIGHE

LOUIS H. LANG

NEKKI SHUTT

CERTIFIED ARRITRATOR CERTIFIED MEDIATOR

RALPH C. ROBINSON, JR.

D. REECE WILLIAMS, III

RICHARD C. DETWILER

DEMETRI K. KOUTRAKOS ANDREW C. ENGLISH, III

MARY DAMERON STUART

ALSO ADMITTED IN GEORGIA

ANITA E. ABERCROMBIE

JOSHUA O. C. LONON

JASON M. BOBERTZ JENNIFER N. STONE

ALSO ADMITTED IN NORTH CAROLINA

MIKELL H. WYMAN

Enclosed please find the original and eleven (11) copies of Piney Grove Utilities, Inc.'s Supplemental Memorandum in Support of its Motion for Continuance, in regard to the abovereferenced matter.

Please file the original and ten copies and return a clocked copy to me via my courier.

With kind regards, I am

Sincerely yours,

TIGHE & ROBINSON,

Louis H. Lang

LHL/cs **Enclosures**

Benjamin P. Mustian, Esq. (w/ encl.)

Mr. D. Reece Williams, IV (w/encl.)

1529.001\Piney Grove - ORS\Clerk PSC 005

GETTICE: Served DHEC 8

BEFORE THE PUBLIC SERVICE COMMISSION FOR THE STATE OF SOUTH CAROLINA

DOCKET NUMBER 2005-110-W/S-ORDER NO. 2005-210

In Re:	Petition of the Office of Regulatory Staff to)
	Request Forfeiture of the Piney Grove)
	Utilities, Inc bond and to Request Authority)
	to Petition the Circuit Court for)
	Appointment of a Receiver)

SUPPLEMENTAL MEMORANDUM IN SUPPORT OF MOTION FOR A CONTINUANCE

Piney Grove Utilities, Inc. (Piney Grove), respectfully submits the following Supplemental Memorandum in Support of its Motion for Continuance.

In its Motion, Piney Grove made reference to what it was informed and believed to be ongoing negotiations between the City of Cayce and the Office of Regulatory Staff (ORS) concerning the elimination of Piney Grove's Lloydwood wastewater water facility discharge to Cayce. Attached to this Supplemental Memorandum, is a copy of a letter from Cayce received this date by counsel for Piney Grove which makes reference to those negotiations. The attached letter is in response to a letter from counsel for Piney Grove to Cayce dated July 28, 2005, a copy of which is included in the prefiled exhibits heretofore submitted by Piney Grove.

Based upon the foregoing, and those matters set forth in Piney Grove's Motion, Piney Grove would respectfully request that the hearing scheduled for August 9, 2005, be continued.

CALLISON TIGHE & ROBINSON, LLC

Louis H. Lang, Esq.

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Facsimile: (803) 256-6431

Attorneys for Piney Grove Utilities, Inc.

Columbia, South Carolina
August 5, 2005
1529.001\Pincy Grove - ORS\Supplement to Motion for Continuance

CERTIFICATE OF HAND DELIVERY

I, Louis H. Lang, hereby certify that I have caused to be hand delivered a copy of the above and foregoing to counsel of record in said proceedings to his office address with sufficient postage attached.

Benjamin P. Mustian, Esq. Office of Regulatory Staff 1441 Main Street, Suite 300 Post Office Box 11263 Columbia, SC 29211

Columbia, S.C. this <u>U</u>

day of

Louis H. Lang



CITY OF CAYCE

August 4, 2005

Mayor Avery B. Wilkerson, Jr.

Mayor Pro-tem Richard N. Myers

Council Members
James E. Jenkins
Kenneth D. Jumper
Robert E. Malpass

City Manager John C. Sharpe

Public Safety
Charles E. McNair

Attorney Louis H. Lang Callison Tighe & Robinson, LLC 1812 Lincoln Street Columbia, South Carolina 29201

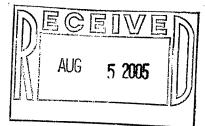
Re: Piney Grove Utilities, Inc.
Lloydwood Subdivision Wastewater System

Dear Mr. Lang:

I received a faxed copy of your letter dated July 28, 2005 in reference to the Lloydwood wastewater system. Staff discussed this issue with City Council at the Regular Council meeting held August 2, 2005.

Your letter offers to give or transfer, at no cost, the Lloydwood wastewater facility that Piney Grove Utilities, Inc. presently owns to the City of Cayce. At the request of DHEC and the Office of Regulatory Staff the city is considering your offer and the feasibility of constructing a sewer pump station, a sewer force main and gravity sewer mains that could be used to redirect the wastewater flow from the Lloydwood treatment plant into the city sewer system. The Lloydwood wastewater would then be transported through the city collection system to the city wastewater treatment plant where it would be treated. The city's engineer has been authorized to prepare estimated preliminary cost and project documents for such a project.

Prior to the city moving forward with such a project, the city would have to own the Lloydwood collection system as offered in your letter. However, the City of Cayce is not interested and will not accept ownership of any portion of the Lloydwood wastewater treatment plant/lagoon, the plant property, or assuming ownership of the facility's NPDES permit.



If the Lloydwood project becomes possible by meeting all city requirements, including that the city be made whole and does not incur construction costs that has to be passed to our ratepayers, it will become necessary for Piney Grove Utility, Inc. to transfer or deed the Lloydwood sewer collection system to the city.

Page 2 Attorney Louis H. Lang August 4, 2005

We will be working with our County Councilman and State representatives for this area and with the Office of Regulatory Staff to see if additional grant funds are available for this project.

Sincerely,

John C. Sharpe City Manager

JCS/

Cc: Mayor & Council

Frank Robinson, Director of Utilities Danny Crowe, City Attorney Representative Mac Toole Councilman Todd Cullum Jeff deBessonet P.E., SCDHEC Douglas Kinard P.E., SCDHEC Willie Morgan P.E., SCORS Mr. Reese Williams, IV